

**FORM
INSP**Rev
05/11**State of Colorado
Oil and Gas Conservation Commission**1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

04/25/2016

Document Number:

671000341

Overall Inspection:

SATISFACTORY**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	334504	334504	LUJAN, CARLOS	<input type="checkbox"/>	

Operator Information:OGCC Operator Number: 66561Name of Operator: OXY USA INCAddress: PO BOX 27757 #110City: HOUSTON State: TX Zip: 77227-

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☐ FOLLOW UP INSPECTION REQUIRED
- ☒ NO FOLLOW UP INSPECTION REQUIRED
- ☐ INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

Contact Name	Phone	Email	Comment
Spencer, Stan		stan.spencer@state.co.us	EPS, NW Region
Bankert, Wayne	970-683-5419	wbankert@laramie-energy.com	Sr. Regulatory & Environmental Coordinator
Fischer, Alex		alex.fischer@state.co.us	Environmental Supervisor, NW
Lujan, Carlos		carlos.lujan@state.co.us	EPS, NW Region
Prescott, Lorne	(970) 812-5311	lprescott@laramie-energy.com	Environmental Laramie Energy

Compliance Summary:QtrQtr: SENW Sec: 24 Twp: 9S Range: 94W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
12/30/2015	675202367			SATISFACTORY			No
04/08/2015	675201423			SATISFACTORY			No
11/20/2014	675200812			SATISFACTORY			No

Inspector Comment:

Nichols 24-6 (formerly OXY) On Site: Wayne Bankert, Lorne Prescott, and Milt Johnson, from Laramie Energy, and Carlos Lujan, COGCC. Cloudy and cool day. Environmental Inspection conducted to discuss Laramie's approach to remediate site (Initial Spill Report doc # 400886384, Spill Point #442940). Nichols 24-12 (Location ID #334504) was formerly operated by OXY and is currently operated by Laramie Energy. OXY reported the spill in August 2015 and during initial investigation identified a historical spill underneath one of the tanks. OXY moved the tanks to the east and excavated 9 feet bgs, underneath the former tank location (see supplemental spill report). The change of location can be observed comparing 2013 and 2015 aerial photos. Impact was deeper and OXY's plan was to continue excavating. No additional information was submitted by OXY. Laramie is proposing to drill borings to assess the extent and depth of the impact. Remediation method will be proposed as a second step.

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
289121	WELL	PR	02/01/2015	GW	077-09232	NICHOLS 24-11	PR
289122	WELL	PR	11/10/2007	GW	077-09231	NICHOLS 24-5	PR
289123	WELL	PR	06/21/2012	GW	077-09230	NICHOLS 24-4	PR

Inspector Name: LUJAN, CARLOS

289124	WELL	PR	10/24/2008	GW	077-09229	NICHOLS 24-3	PR	<input type="checkbox"/>
289126	WELL	PR	08/08/2011	GW	077-09228	NICHOLS 24-6	PR	<input type="checkbox"/>
289127	WELL	PR	04/08/2015	GW	077-09227	NICHOLS 24-10	PR	<input type="checkbox"/>
289128	WELL	PR	06/21/2012	GW	077-09226	NICHOLS 24-12	PR	<input type="checkbox"/>
442940	SPILL OR RELEASE	AC	08/28/2015		-	SPILL/RELEASE POINT	AC	<input type="checkbox"/>

Equipment:Location Inventory

Special Purpose Pits: _____	Drilling Pits: _____	Wells: _____	Production Pits: _____
Condensate Tanks: _____	Water Tanks: _____	Separators: _____	Electric Motors: _____
Gas or Diesel Mortors: _____	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: _____
Electric Generators: _____	Gas Pipeline: _____	Oil Pipeline: _____	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: _____	Oil Tanks: _____	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: _____	Fuel Tanks: _____

LocationLease Road:

Type	Satisfactory/Action Required	comment	Corrective Action	Date

Signs/Marker:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Emergency Contact Number (S/AR): SATISFACTORY

Corrective Date: _____

Comment: _____

Corrective Action: _____

Good Housekeeping:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Spills:

Type	Area	Volume	Corrective action	CA Date
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☐ Multiple Spills and Releases?Fencing/:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Equipment:

Type:	#	Satisfactory/Action Required:	Date:
Comment			
Corrective Action			

Venting:

Yes/No	
Comment	

Flaring:

Type		Satisfactory/Action Required	
Comment:			
Corrective Action:		Correct Action Date:	

Predrill

Location ID: 334504

Site Preparation:

Lease Road Adeq.: _____ Pads: _____ Soil Stockpile: _____

S/AR: _____

Corrective Action: _____ Date: _____ CDP Num.: _____

Form 2A COAs:

S/AR: _____ Comment: _____

CA: _____ Date: _____

Wildlife BMPs:

S/AR: _____ Comment: _____

CA: _____ Date: _____

Comment: _____

Staking:**On Site Inspection (305):**Surface Owner Contact Information:

Name: _____ Address: _____

Phone Number: _____ Cell Phone: _____

Operator Rep. Contact Information:

Landman Name: _____ Phone Number: _____

Date Onsite Request Received: _____ Date of Rule 306 Consultation: _____

Request LGD Attendance: _____

LGD Contact Information:

Name: _____ Phone Number: _____ Agreed to Attend: _____

Summary of Landowner Issues:

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Summary of Operator Response to Landowner Issues:

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Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

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Facility

Facility ID: 0 Type: _____ API Number: - Status: _____ Insp. Status: _____

Environmental

Spills/Releases:

Type of Spill: FLUID Description: Estimated Spill Volume:

Comment:

Corrective Action: Submit a Work Plan to address the August 2015 spill. Date: 05/31/2016

Reportable: GPS: Lat Long

Proximity to Surface Water: Depth to Ground Water:

Water Well:

DWR Receipt Num: Owner Name: GPS : Lat Long

Field Parameters:

Sample Location:

Emission Control Burner (ECB):

Comment:

Pilot: Wildlife Protection Devices (fired vessels):

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: Date Interim Reclamation Completed:

Land Use:

Comment:

1003a. Waste and Debris removed?

CM

CA CA Date

Unused or unneeded equipment onsite?

CM

CA CA Date

Pit, cellars, rat holes and other bores closed?

CM

CA CA Date

Guy line anchors marked?

CM

CA CA Date

1003b. Area no longer in use? Production areas stabilized ?

1003c. Compacted areas have been cross ripped?

1003d. Drilling pit closed? Subsidence over on drill pit?

Cuttings management:

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing?

Production areas have been stabilized? Segregated soils have been replaced?

RESTORATION AND REVEGETATION

Inspector Name: LUJAN, CARLOS

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003 f. Weeds Noxious weeds? _____

Comment: _____

Overall Interim Reclamation _____

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location ☐ Multi-Well Location ☐

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

S/A/V: SATISFACTOR _____ Corrective Date: _____

Y _____

Comment: _____

CA: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Laramie will submit a Work Plan document to be linked to the existing spill/Release Point ID #442940. When the request for name change gets approved by COGCC, Laramie will submit related documents via e-form 04 or via supplementals to the existing spill report. COGCC environmental group will follow-up on remediation activities.	lujanc	04/28/2016

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Inspector Name: LUJAN, CARLOS

Document Num	Description	URL
671000342	Sign at Wellhead	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3843388
671000343	Spill location	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3843389
671000344	View of the pad	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3843390